STATE OF SOUTH CAROLIN	A)	BEFOR	E THE
(Caption of Case)		PUBLIC SERVICE COMMISSION	
)		OF SOUTH CAROLINA	
	· ,		
Application of StarVox Communi	cations, Inc. for a	COVER	SHEET
Certificate of Public Convenience	•		
Provide Resold and Facilities-Bas and Interexchange Telecommunic		DOCKET 0007	
the State of South Carolina, for Fl	`	NUMBER: 2007 -	365 <u>C</u>
and for Alternative Regulation)		
) :)		
(Please type or print)		SC Bar Number: 11208	-
Submitted by: John J. Pringle, Jr.		Telephone: 803-343-	1270
Address: Ellis, Lawhorne & Sims, PA		Fax: 803-799-	8479
Address: Ellis, Lawhorne & Sim PO Box 2285	15, 1 A	Other:	
Columbia SC 29202		Email: jpringle@ellislawho	rne.com
NOTE: The cover sheet and information	contained herein neither replaces	nor supplements the filing and serv	rice of pleadings or other papers
as required by law. This form is required be filled out completely.			
DOC	CKETING INFORMAT	ΓΙΟΝ (Check all that apply)	
	Re	quest for item to be placed on	Commission's Agenda
Emergency Relief demanded in	petition \sqcup ex	peditiously	
Other:			
INDUSTRY (Check one)	NATURE OF ACTION (Check all that apply)		
☐ Electric	Affidavit	Letter	Request
☐ Electric/Gas	Agreement	Memorandum	Request for Certification
Electric/Telecommunications	Answer	Motion	Request for Investigation
Electric/Water	Appellate Review	Objection	Resale Agreement
Electric/Water/Telecom.	Application	Petition	Resale Amendment
Electric/Water/Sewer	Brief	Petition for Reconsideration	Reservation Letter
Gas	Certificate	Petition for Rulemaking	Response
Railroad	Comments	Petition for Rule to Show Cause	Response to Discovery
Sewer	Complaint	Petition to Intervene	Return to Petition
Telecommunications	Consent Order	Petition to Intervene Out of Time	Stipulation
Transportation	Discovery	□ Prefiled Testimony	Subpoena
Water	Exhibit	Promotion	Tariff
Water/Sewer	Expedited Consideration	Proposed Order	Other:
Administrative Matter	Interconnection Agreement	Protest	
Other:			
	☐ Interconnection Amendment	Publisher's Affidavit	
	☐ Interconnection Amendment ☐ Late-Filed Exhibit	Publisher's Affidavit	

ri)

g. ,

Ellis: Lawhorne

John J. Pringle, Jr.

Direct dial: 803/343-1270 jpringle@ellislawhorne.com

November 20, 2007

FILED ELECTRONICALLY AND ORIGINAL VIA 1ST CLASS MAIL SERVICE

The Honorable Charles L.A. Terreni

Chief Clerk

South Carolina Public Service Commission

Post Office Drawer 11649

Columbia, South Carolina 29211

RE:

Application of StarVox Communications, Inc. for a Certificate of Public Convenience and Necessary to Provide Resold and Facilities-Based Local Exchange and Interexchange Telecommunications Services in the State of South Carolina, for Flexible Regulation, and for Alternative Regulation

Docket No. 2007-365-C, ELS File No. 1345-11443

Dear Mr. Terreni:

Enclosed is the original and one (1) copy of the **Direct Testimony of Christopher McKee** filed on behalf of StarVox Communications, Inc. in the above-referenced matter.

Please acknowledge your receipt of this document by file-stamping the copy of this letter enclosed, and returning it in the enclosed envelope.

If you have any questions or need additional information, please do not hesitate to contact me.

Very truly yours,

John J. Pringle, Jr.

JJP/cr

cc:

Shealy Reibold, Esquire (via electronic mail service)

Catherine M. Hannon, Esquire (via electronic mail service)

Enclosures

THIS DOCUMENT IS AN EXACT DUPLICATE OF THE E-FILED COPY SUBMITTED TO THE COMMISSION IN ACCORDANCE WITH ITS ELECTRONIC FILING INSTRUCTIONS.

BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA DOCKET NO. 2007-365-C

In the Matter of the Application of)
STARVOX COMMUNICATIONS, INC.)
For a Certificate of Public Convenience and)
Necessity to Provide Resold and Facilities-)
Based Local Exchange and Interexchange)
Telecommunications Services in the State of)
South Carolina, for Flexible Regulation, and for)
Alternative Regulation)

DIRECT TESTIMONY OF CHRISTOPHER MCKEE

- 1 Q. PLEASE STATE YOUR NAME, POSITION AND BUSINESS ADDRESS.
- 2 A. My name is Christopher McKee. I am Vice President and General Counsel of StarVox
- 3 Communications, Inc.
- 4 Q. PLEASE BRIEFLY DESCRIBE YOUR BACKGROUND, INCLUDING
- 5 EDUCATIONAL AND BUSINESS EXPERIENCE.
- 6 A. Prior to joining StarVox, I was Vice President and Assistant General Counsel of Covad
- 7 Communications Group Inc., a publicly held San Jose, California-based broadband provider of
- 8 integrated voice and data communications nationwide. From 2002 to 2005, I served as Executive
- 9 Director of Legal and Regulatory Affairs for XO Communications, Inc., a publicly held Reston,
- 10 Virginia-based broadband provider of integrated voice and data communications nationwide.
- Before that, I was Deputy General Counsel of Net2000 Communications Inc., a publicly traded
- Herndon, Virginia-based telecommunications services provider. I have also been in private
- practice with Washington DC-based law firms Dickstein Shapiro LLP and Dow Lohnes PLLC.

- 1 Q. HAVE YOU PREVIOUSLY TESTIFIED BEFORE THIS COMMISSION?
- 2 A. No, I have not.
- 3 Q. ARE YOU FAMILIAR WITH THE APPLICATION FILED BY STARVOX?
- 4 A. Yes. I assisted in the preparation of the Application.
- 5 Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?
- 6 A. The purpose of my testimony is to describe the technical, managerial and financial fitness
- 7 of StarVox to provide resold and facilities-based local exchange and interexchange
- 8 telecommunications services within the State of South Carolina. This testimony will also
- 9 describe the service to be provided by StarVox. Finally, my testimony will show that the public
- interest will be served by the approval of StarVox's Application.
- 11 Q. ARE ALL OF THE STATEMENTS IN STARVOX'S APPLICATION CORRECT
- 12 AND TRUE TO THE BEST OF YOUR KNOWLEDGE, INFORMATION AND BELIEF?
- 13 A. Yes.
- 14 Q. DO YOU WISH TO INCORPORATE BY REFERENCE ANY DOCUMENTS
- 15 INTO THIS TESTIMONY?
- 16 A. Yes. I wish to incorporate, by reference, StarVox's underlying Application filed in this
- 17 proceeding and its associated exhibits.
- 18 Q. DO YOU RATIFY AND CONFIRM THE STATEMENTS AND
- 19 REPRESENTATIONS MADE IN THAT APPLICATION AND ALL EXHIBITS
- 20 THERETO?
- 21 A. Yes.
- 22 Q. HAS APPLICANT REGISTERED TO DO BUSINESS IN SOUTH CAROLINA?

- 1 A. Yes. StarVox received foreign corporation authority in South Carolina on September 13,
- 2 2007. A copy was attached as Exhibit A to the Application.
- 3 O. HAS ANYTHING OCCURRED SINCE THE APPLICATION OF STARVOX
- 4 COMMUNICATIONS, INC. WAS FILED ON OCTOBER 1, 2007 THAT MATERIALLY
- 5 CHANGES THE REPRESENTATIONS THEREIN?
- 6 A. No. The representations made in the Application remain materially the same.
- 7 Q. DESCRIBE THE AUTHORITY THAT STARVOX SEEKS BY ITS
- 8 APPLICATION.
- 9 A. StarVox seeks authority to provide all forms of local telecommunications and long
- distance telecommunications services to the public on a resale basis and via its own facilities
- and/or those of affiliated entities or underlying Local Exchange Carriers. The proposed services
- shall include, but not be limited to Broadband, Internet, and VOIP services.
- 13 Q. DOES STARVOX PROPOSE TO OFFER TELECOMMUNICATIONS
- 14 SERVICES TO BOTH RESIDENTIAL AND BUSINESS/COMMERCIAL
- 15 **CUSTOMERS?**
- 16 A. Yes.
- 17 O. DO THE PRINCIPALS AND EMPLOYEES OF STARVOX HAVE PREVIOUS
- 18 TELECOMMUNICATIONS EXPERIENCE?
- 19 A. Yes. As described in Exhibit D of the Application, the officers and senior management
- 20 of StarVox have considerable previous telecommunications experience.
- 21 Q. WILL STARVOX HAVE ITS OWN SWITCHING EQUIPMENT?
- 22 A. As an initial matter, StarVox will not be installing any facilities other than equipment to
- be installed in existing buildings or structures for the purpose of providing local exchange

- 1 services in South Carolina. While this equipment may include switches, the location of these
- 2 switches has yet to be determined and will be developed by StarVox as it progresses in its
- 3 interconnection agreement discussions.
- 4 Q. PLEASE DESCRIBE STARVOX'S FINANCIAL QUALIFICATIONS TO
- 5 PROVIDE TELECOMMUNICATIONS SERVICES IN SOUTH CAROLINA.
- 6 A. As set forth in the financial statements found at Exhibit C to the Application, StarVox has
- 7 access to sufficient capital to provide telecommunications services in South Carolina. This
- 8 capital, along with future capital financed by expected revenues of StarVox, will be available to
- 9 meet future capital needs of StarVox's South Carolina operations.
- 10 Q. DOES STARVOX INTEND TO OFFER PREPAID DEBIT CARD SERVICES IN
- 11 **SOUTH CAROLINA?**
- 12 A. Not at this time. StarVox is aware of the Commission's \$5,000 bond or certificate of
- deposit requirement associated with prepaid debit card services, and will file such an instrument
- with the Commission should StarVox decide to offer these services in the future.
- 15 Q. HOW DOES APPLICANT BILL FOR ITS SERVICES?
- 16 A. StarVox will bill customers directly.
- 17 Q. HOW ARE TROUBLE REPORTS AND CUSTOMER COMPLAINTS
- 18 HANDLED?
- 19 A. StarVox will make available to its local and long distance customers a toll-free customer
- 20 service line to respond to customer inquiries and complaints, as well as 24-hour/365-day
- 21 emergency toll free access to its network control center. StarVox has implemented a multi-tiered
- 22 complaint escalation procedure to ensure the rapid resolution of trouble reports and customer
- 23 complaints.

1 Q. DOES STARVOX HAVE OFFICES IN SOUTH CAROLINA?

- 2 A. No, StarVox does not intend to have offices in South Carolina at this time. Accordingly,
- 3 StarVox requests, pursuant to Rule 103-610, that the Commission allow it to keep all applicable
- 4 books and records at its offices in California. In the event that the Commission or ORS should
- 5 desire to inspect such books and records, StarVox will provide access expeditiously at its own
- 6 expense.

7 O. DOES STARVOX INTEND TO FILE AN OPERATING AREA MAP WITH THE

8 COMMISSION?

- 9 A. No. Because StarVox will operate within the existing service areas of the existing
- incumbent local exchange carriers, StarVox requests that it not be required to create and file any
- such operating area map as required by Commission Rule.

12 Q. HOW WILL STARVOX MARKET ITS SERVICES?

- 13 A. StarVox will market its services through a direct sales team. StarVox will not engage in
- 14 any telemarketing activities.

15 O. HAS STARVOX OBTAINED AUTHORITY TO PROVIDE ITS SERVICES IN

16 ANY OTHER STATES?

- 17 A. Yes. StarVox is authorized to provide interexchange toll telecommunications services in
- 18 California, Florida, Georgia, Illinois, Indiana, Massachusetts, Michigan, North Carolina, New
- 19 Jersey, New York, Ohio, Pennsylvania, Texas, Utah, Virginia, and Washington. StarVox is also
- 20 authorized by the Federal Communications Commission to provide domestic and international
- 21 telecommunications services. StarVox is authorized to provide local exchange services in North
- 22 Carolina, Florida, and New York.

23 Q. PLEASE DESCRIBE THE PROPOSED TARIFFS FILED BY STARVOX.

- 1 A. StarVox filed as Exhibit E and F to the Application, respectively, its proposed local
- 2 exchange and long distance tariffs. Those tariffs contain the applicable rules and regulations for
- 3 the provision of such services. I believe that StarVox's tariffs will comport with all applicable
- 4 Commission Rules and Orders, and StarVox agrees to make all changes suggested by the ORS
- 5 that may be necessary to comply with applicable authority.
- 6 Q. WILL STARVOX PROVIDE ANY EQUIPMENT OR FACILITIES IN
- 7 CONNECTION WITH ITS SERVICES?
- 8 A. No.
- 9 Q. WILL GRANTING STARVOX A CERTIFICATE SERVE THE PUBLIC
- 10 INTERST OF SOUTH CAROLINA CONSUMERS?
- 11 A. Yes. A decision by the Commission to grant StarVox authority to provide local exchange
- 12 and interexchange telecommunications service is in the best interest. The public interest will be
- served by expanding the availability of competitive telecommunications services and enhanced
- 14 telecommunications infrastructure in the State of South Carolina, thereby facilitating economic
- 15 development. Authorizing StarVox to enter the telecommunications services market will
- increase the competitive choices available, and in turn create incentives for all carriers to lower
- 17 prices, provide new and better quality services, and be more responsive to customer issues and
- demands.
- 19 Q. WHO IS KNOWLEDGEABLE ABOUT STARVOX'S OPERATIONS AND WILL
- 20 SERVE AS THE COMMISSION'S/ORS'S REGULATORY AND CUSTOMER SERVICE
- 21 CONTACT?
- 22 A. All ongoing compliance matters should be directed by my attention. Customer complaint
- 23 and billing matters should be directed to Andrea Swanson at StarVox Communications, Inc.,

- 1 2728 Orchard Parkway, San Jose, CA 95134, telephone (408) 625-2684, facsimile (408) 354-
- 2 3551, aswanson@starvox.com.
- 3 Q. WHAT REGULATORY TREATMENT HAS STARVOX SOUGHT IN
- 4 CONNECTION WITH THIS DOCKET?
- 5 A. StarVox requests flexible regulation for its local exchange telecommunications services
- as the Commission first granted in Order No. 98-165 in Docket No. 97-467-C; and alternative
- 7 regulation for its interexchange services as first granted by Order Nos. 95-1734 and 96-55 in
- 8 Docket No. 95-661-C, as modified by Order No. 2001-997 in Docket No. 2000-407-C.
- 9 Q. WILL STARVOX COMPLY WITH ALL OF THE APPLICABLE RULES,
- 10 REGULATIONS AND ORDERS OF THE COMMISSION?
- 11 A. Yes.
- 12 Q. DOES THIS COMPLETE YOUR TESTIMONY?
- 13 A. Yes.